

CITY OF SNOHOMISH
Snohomish, Washington

ORDINANCE 1902

**AN ORDINANCE THE CITY OF SNOHOMISH AMMENDING
ORDINANCE 1860, PROVIDING FOR INTERIM FINANCING OF THE
PEARL STREET IMPROVEMENTS IN THE FORM OF AN INTERFUND
LOAN BETWEEN THE UTILITY CONNECTION RESERVE FUND (471)
AND THE STREET IMPROVEMENT FUND (311).**

WHEREAS, the City will enter into contracts for the construction of improvements to streets, sidewalks and utilities; and

WHEREAS, the City will cover part of these costs through the formation of a Local Improvement District; and

WHEREAS, The City will incur construction cost prior to the final listing of assessments and receipt of prepayments; and

WHEREAS, the City has adopted Ordinance setting policies for interim financing of major capital projects; and

WHEREAS, Fund 311, the Street Improvement Fund will incur expenditures prior to the securing of long term financing; and

WHEREAS, Fund 117, the Real Estate Excise Tax Reserve, has insufficient funds available funds in excess of its anticipated operating needs; and

WHEREAS, Fund 471, the Utility Connection Reserve Fund, has sufficient funds available funds in excess of its anticipated operating needs;

NOW THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SNOHOMISH AS FOLLOWS:

Section 1. Fund 471, the Utility Connection Reserve Fund, provide up to \$85,000 to Fund 311, the Street Capital Project Fund, in the form of an inter-fund loan for a period not to exceed thirty days from the receipt of permanent long term financing.

Section 2. The inter-fund loan shall carry an interest rate of 10 basis points over the rate paid by the State Treasurer on short-term investments held in the State Investment Pool. Interest will be calculated monthly on the outstanding loan balance.

Section 3. The effective date of this transaction shall be December 31, 1998.

ADOPTED by the City Council and **APPROVED** by the Mayor this 16th day of February 1999.

CITY OF SNOHOMISH

By _____
Jeff Soth, Mayor

ATTEST:

By _____
Molly Linville, City Clerk

APPROVED AS TO FORM:

By _____
Grant Weed, City Attorney